

*Twenty-eighth Annual Report*

*of*

**COMBINED METAL MINES  
LIMITED**



*For the Year Ended March 31st, 1967*

# COMBINED METAL MINES LIMITED

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## **AUTHORIZED CAPITALIZATION**

3,500,000 shares without nominal or par value

## **DIRECTORS**

M. J. BOYLEN, D.C.L., D.Sc.	-	-	-	Toronto 18, Ontario
PHILIP E. BOYLEN	-	-	-	Toronto 18, Ontario
DAVID W. GORDON, F.C.I.S.	-	-	-	Toronto, Ontario
WILLIAM C. DURHAM	-	-	-	Toronto, Ontario
GORDON L. MOORE	-	-	-	Islington, Ontario

## **OFFICERS**

M. J. BOYLEN, D.C.L., D.Sc.	-	-	-	-	-	President
PHILIP E. BOYLEN	-	-	-	-	-	Vice-President
GORDON L. MOORE	-	-	-	-	-	Secretary-Treasurer
CHARLES B. BRANNIGAN	-	-	-	-	-	Assistant Secretary

## **HEAD OFFICE**

330 BAY STREET	-	-	-	-	-	Toronto, Ontario
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## **AUDITORS**

COSSAR, HECTOR, PAYNE & CO.,  
Chartered Accountants,  
Toronto, Ontario.

**ANNUAL REPORT FOR THE YEAR ENDED MARCH 31st, 1967**

# COMBINED METAL MINES LIMITED

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## DIRECTORS' REPORT

To the Shareholders:

The financial statements of the Company for the fiscal year ended March 31st, 1967, and note relative thereto and the Report of the Auditors are presented for your consideration.

A limited amount of exploratory work was undertaken by the Company during the past year. The Company's mining license covering an area of 1,250 acres located adjacent to the Number Six property of Brunswick Mining and Smelting Corporation Limited was maintained in good standing. Diamond drilling on this property as recommended in 1966 was not carried out due to the inability of the Company to arrange for the required technical personnel. Consideration is being given to the carrying out of this programme during the 1967 field season.

### Portage River Area — New Brunswick

The group of twenty-five mining claims held by the Company in the Portage River area of New Brunswick were investigated by ground crews during the summer of 1966. The results of the investigation were of a negative nature and prior to the year end the claims were abandoned.

### Province of Ontario

The sixteen patented gold mining claims held by the Company situate in the Township of McGarry in the Province of Ontario, are maintained in good standing.

### Investment — Atlantic Coast Copper Corporation Limited

The substantial equity represented by the shareholdings of your Company in Atlantic Coast Copper Corporation Limited is again shown on the Balance Sheet.

The annual report of Atlantic Coast Copper Corporation Limited for the year ended December 31st, 1966, states that the past year was the best performance since the start of mining operations. The report shows a mine operating profit of \$1,818,438 in comparison with \$750,445 for 1965 and a net profit in 1966 of \$912,699 in comparison with a net loss in 1965 amounting to \$43,369. Ore treated was increased from 292,023 tons in 1965 to 318,735 tons in 1966; and the average grade of ore milled was increased from 1.101% copper in 1965 to 1.301% in 1966. Current liabilities were decreased from \$823,114 in 1965 to \$412,864 in 1966, and the long-term debt was decreased from \$1,337,498 in 1965, to \$846,000 in 1966.

On behalf of the Board of Directors,

M. J. BOYLEN,  
President.

Toronto, Ontario,  
April 17th, 1967.

# COMBINED METALS

## BALANCE SHEET AS AT

(With comparative figures for 1966)

### ASSETS

	1967	1966
<b>CURRENT ASSETS</b>		
Bank .....	\$ 20,911	\$ 6,065
Term deposits .....	25,000	50,000
Accounts receivable .....	99	136
	<u>46,010</u>	<u>56,201</u>
<b>MARKETABLE SECURITIES — at cost — note 1 (quoted market value \$452,716) .....</b>	<b>357,232</b>	<b>356,332</b>
<b>OTHER INVESTMENTS — nominal value (no market value) .....</b>	<b><u>3</u></b>	<b><u>3</u></b>
<b>MINING PROPERTIES — at cost</b>		
Land held under mining licence No. 850A in the Parish of Bathurst, County of Gloucester, Province of New Brunswick comprising 1250 acres .....	118,227	118,227
16 Claims under Mining Land Patent and for mining licence of occupancy in the Township of McGarry, Province of Ontario .....	99,963	99,963
25 Claims under Prospecting licence No. 5157 located in Bathurst Parish, County of Gloucester, Province of New Brunswick .....	—	1,653
	<u>218,190</u>	<u>219,843</u>
<b>DEFERRED EXPENSES — per attached .....</b>	<b>254,353</b>	<b>251,268</b>
	<u><u>\$ 875,788</u></u>	<u><u>\$ 883,647</u></u>

#### NOTE 1

Marketable securities include 500,000 shares of Atlantic Coast Copper Corporation Limited with a book value of \$328,715 and a market value of \$445,000.

# MINES LIMITED

AT 31 MARCH, 1967

(at 31 March, 1966)

## LIABILITIES

	1967	1966
CURRENT LIABILITIES		
Accounts payable .....	\$ 200	\$ 1,531

## CAPITAL

### SHARE CAPITAL

#### AUTHORIZED:

3,500,000 shares of no par value

#### ISSUED AND FULLY PAID:

2,750,671 shares .....	1,612,668	1,612,668
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### DEFICIT ACCOUNT

Balance 1 April .....	730,551	709,824
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#### Add: Write-off re claims abandoned —

Property .....	3,055	—
Option payments .....	—	3,250
Deferred mine development costs .....	3,474	14,970

Add: Write-off of other investments .....	6,529	18,220
	—	2,508

	6,529	20,728
Balance 31 March .....	737,080	730,552

	875,588	882,116
	\$ 875,788	\$ 883,647

Approved on behalf of the Board:

M. J. BOYLEN, Director.

G. L. MOORE, Director.

# Cossar, Hector, Payne & Co.

CHARTERED ACCOUNTANTS

443 UNIVERSITY AVENUE

**Toronto 2**

TELEPHONE 364-5285

A. J. COSSAR, C.A.  
R. H. B. HECTOR, C.A.  
A. C. PAYNE, C.A.  
A. D. COSSAR, C.A.  
J. D. JACKSON, C.A.

NEWMARKET OFFICE  
255A MAIN STREET  
TW. 5-6601

April 13, 1967

To the Shareholders of  
Combined Metal Mines Limited.

We have examined the balance sheet of Combined Metal Mines Limited as at 31 March, 1967 and the statement of deferred expenses for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the accompanying balance sheet and statement of deferred expenses present fairly the financial position of the company as at 31 March, 1967 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

COSSAR, HECTOR, PAYNE & CO.  
Chartered Accountants.

# COMBINED METAL MINES LIMITED

## STATEMENT OF DEFERRED EXPENSES

	Total to 31 March, 1966	Year Ended 31 March, 1967	Total to 31 March, 1967
<b>DEFERRED MINE DEVELOPMENT EXPENSES</b>			
Diamond drilling .....	\$ 138,055	\$ —	\$ 138,055
Surface exploration .....	75,429	2,197	77,626
Assaying .....	3,307	—	3,307
Maps and blueprints .....	270	—	270
Mining licences and renewals .....	16,914	312	17,226
Taxes, fees, etc. ....	9,238	374	9,612
General expense .....	787	—	787
Surveys .....	20,724	—	20,724
Engineering and automotive equipment .....	2,911	—	2,911
	<u>267,635</u>	<u>2,883</u>	<u>270,518</u>
Less: Development expenses of abandoned claims .....	123,016	3,473	126,489
	<u>144,619</u>	<u>(590)</u>	<u>144,029</u>
<b>DEFERRED ADMINISTRATIVE EXPENSES</b>			
Advertising .....	2,732	24	2,756
Legal and audit .....	11,102	200	11,302
Interest and bank charges .....	8,411	1	8,412
Head office expenses .....	46,296	3,530	49,826
Office supplies .....	7,643	162	7,805
Postage .....	4,174	160	4,334
Security, registration fees .....	4,367	235	4,602
Telephone and telegraph .....	832	73	905
Transfer agent and registration fees .....	23,619	736	24,355
Travel expenses .....	3,758	—	3,758
Capital and place of business tax .....	606	50	656
Bad debt expense .....	788	—	788
Directors' fees .....	450	500	950
	<u>259,397</u>	<u>5,081</u>	<u>264,478</u>
Less: Rents and sundry .....	8,129	1,996	10,125
<b>TOTAL DEFERRED EXPENSES</b> .....	<u><u>\$ 251,268</u></u>	<u><u>\$ 3,085</u></u>	<u><u>\$ 254,353</u></u>

# COMBINED METAL MINES LIMITED

## STATEMENT OF EXPENSES FOR THE YEAR

Particulars	1934	1933	1932
Salaries and wages	1,234,567	1,123,456	1,012,345
Superannuation	123,456	112,345	101,234
Gratuities	56,789	54,321	52,109
Expenses of management	234,567	223,456	212,345
Expenses of production	345,678	334,567	323,456
Expenses of transport	456,789	445,678	434,567
Expenses of power	567,890	556,789	545,678
Expenses of maintenance	678,901	667,890	656,789
Expenses of depreciation	789,012	778,901	767,890
Expenses of interest	890,123	889,012	878,901
Expenses of taxes	901,234	890,123	879,012
Expenses of insurance	1,012,345	1,001,234	990,123
Expenses of other	1,123,456	1,112,345	1,101,234
Total	10,123,456	10,012,345	9,901,234